

<u>Line</u>	<u>Description</u>	<u>Amount</u>
	(a)	(b)
1	Investment To Be Financed (Average Rate Base)	\$ 791,809,021
2	Weighted Cost of Debt	<u>2.14%</u>
3	Synchronized Interest Expense	16,944,713
4	Interest Expense as filed	<u>10,866,498</u>
5	Difference In Interest Expense	6,078,215
6	Federal Income Tax Adjustment (21%)	\$ (1,276,425)

SOURCES:

Column b, line 1: PJS-2 Sch 1, column d, line 31
Column b, line 2: BLC-1 Sch 1, line 1
Column b, line 3: line 1 * line 2
Column b, line 4: Statement K, column c, line 87
Column b, line 5: line 3 less line 4
Column b, line 6: - line 5 * 21%